PROCEDURE 0110.01

Issued January 6, 1997

SUBJECT: Surplus Real Property.

APPLICATION: Executive Branch Departments and Sub-units, excluding Department of

Transportation, Department of Military Affairs' National Guard Armories, and Department of Natural Resources' parks, forest, and certain other lands.

PURPOSE: To provide guidelines on the disposition of surplus State-owned real property.

CONTACT AGENCY: Department of Management and Budget (DMB)

Strategic Asset Management (SAM), Real Estate Division

Mason Bldg., 1st Floor, 530 W. Allegan or P.O. Box 30026

Lansing, Michigan 48933 Lansing, Michigan 48909

TELEPHONE: 517/335-6877

FAX: 517/373-9299

SUMMARY: Except as otherwise provided by law, all Executive Branch Departments and

Sub-units shall use the services of the Strategic Asset Management, Real Estate

Division, to dispose of real property surplus to their long-term needs. All

disposals of real property must have prior legislative authorization.

APPLICABLE FORMS: None.

PROCEDURES:

Agency:

- Determine real property is surplus and if any buildings are to be demolished or sold with the land.
- Department Director submit letter to DMB Director declaring the property surplus, providing a site sketch of the property, and stating the Department will pay for the for appraisal contract, survey, and environmental studies as found necessary.

Real Estate:

- Review disposal request and check with the State Historic Preservation Office of the Department of History, Arts & Libraries to determine if the property is on the historical register.
- Request environmental assessment, wetland study, and survey, if needed.
- Notify other state departments to determine if there is an alternative state-use for the property.

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- Contact local governmental units, public universities, and community colleges to determine if they have an interest in the property.
- Obtain appraisal of property to determine fair market value.
- Advertise for interested bidders
- Prepare sealed bid package and send to respondents.
- Receive and evaluates bids.
- Submit recommendation for approval of sale to the State Administrative Board.

SAB:

Approve or reject sale of property.

Real Estate:

• Send documents to Department of Attorney General, State Affairs Division for approval.

Attorney General:

• Prepare quitclaim deed and returns to Real Estate Division.

Real Estate:

- Conduct closing. Provide buyer with executed quitclaim deed for recording and request copy of recorded document to be returned to Real Estate.
- Deposit funds in appropriate account.
- Forward copy of recorded deed to the Secretary of State, Office of the Great Seal, upon receipt.

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